



GARY R. HERBERT  
Governor

GREGORY S. BELL  
Lieutenant Governor

# State of Utah

## DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER  
Executive Director

### Division of Oil, Gas and Mining

JOHN R. BAZA  
Division Director

August 8, 2012

CERTIFIED RETURN RECEIPT  
7011 0110 0001 3568 3636

Thomas J. Clark  
1145 North 1100 West  
St. George, Utah 84770

Subject: Notice of Cancellation/Termination of Letter of Credit Number Thomas J. Clark,  
Daddy Dearest Mine, S/015/0046, Emery County, Utah

Dear Mr. Clark:

On June 19, 2012, the Division of Oil, Gas and Mining received notice from the Bureau of Land Management (BLM) that the letter of credit being held as surety for the Daddy Dearest mine will expire on September 29, 2012. Paragraph 5 A of the reclamation contract requires that a replacement surety be received within 60 days following receipt of notification that the surety would be cancelled. This time period will expire on August 14, 2012, after which the Division may, according to the terms of the reclamation contract:

1. Order the cessation of further mining activities. This would be done through a cessation order *which includes a fine.*
2. Draw upon the letter of credit.
3. Require immediate reclamation.
4. Take other actions required, including forfeiture of the reclamation surety.

Please provide the replacement surety either to the BLM or to the Division by August 14, 2012. If you have questions about submitting the surety, please contact the Division's bonding coordinator, Penny Berry, at 801-538-5291 or by e mail at [pennyberry@utah.gov](mailto:pennyberry@utah.gov). Other questions about this letter may be directed to Wayne Western at 801-538-5263 or to me at 801-538-5261.

Sincerely,

Paul Baker  
Minerals Program Manager

PBB:pb

Cc: [CConrad@blm.gov](mailto:CConrad@blm.gov), [oabeyta@blm.gov](mailto:oabeyta@blm.gov)

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